

**Actions Affecting Major State Tax, License and Fee Estimates
and Estimates of Net Available State General Fund Revenue**

2006 First Extraordinary Session

Instrument	Description	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11
SESSION ACTIONS - REVENUE							
Personal Income Tax							
Act 25 1st Ex. Session HB 21	A) Current law, Act 23 of the 2005 1st Ex. Session, prevents Louisiana taxpayer state income taxes from increasing as a result of federal tax relief they may receive (credits or casualty losses) as a result of hurricanes Katrina or Rita, beginning with tax year 2005. This new Act applies those provisions back one year to tax periods beginning in 2004.	Not Anticipated In The Revenue Estimate	Not Anticipated In The Revenue Estimate	Not Anticipated In The Revenue Estimate	Not Anticipated In The Revenue Estimate	Not Anticipated In The Revenue Estimate	Not Anticipated In The Revenue Estimate
	B) Makes these "hold harmless" provisions applicable to any federal disaster relief tax credits and any casualty losses.		(\$75,000)	(\$75,000)	(\$75,000)	(\$75,000)	(\$75,000)
	C) Reactivates an expired exemption for certain military compensation through 2007, and retroactive back to tax year 2005.	(\$2,300,000)	(\$2,300,000)	(\$2,300,000)			
	D) Creates a new state deduction for certain expenses when federal tax credits are taken and the associated federal tax deductions are then disallowed.	(\$250,000)	(\$250,000)	(\$250,000)	(\$250,000)	(\$250,000)	(\$250,000)
Severance Tax							
Act 26 1st Ex. Session HB 22	Provides a tax credit for a payment made in-lieu of severance tax when the monthly due dates for oil and natural gas severance taxes were shifted back one month by Act 446 of the 2005 Regular Session. The payment made sure the state did not lose tax revenue and that taxpayers did not pay less tax than they owed as a result of the due date shift. This bill gives that payment back, essentially providing a one month elimination of the severance tax. The credit is to be taken in 4 equal installments against the tax liabilities of December and June during FY07 and FY08. Effective upon governor's signature.		(\$16,400,000)	(\$16,400,000)			
Total Adjustments To Major State Tax, License And Fee Estimates		(\$2,550,000)	(\$19,025,000)	(\$19,025,000)	(\$325,000)	(\$325,000)	(\$325,000)
SESSION ACTIONS - DEDICATIONS							
Adjustments To Dedications of Major State Tax, License, and Fee Estimates		\$0	\$0	\$0	\$0	\$0	\$0
TOTAL ADJUSTMENTS TO OFFICIAL NET AVAILABLE STATE GENERAL FUND-DIRECT REVENUE FORECAST		(\$2,550,000)	(\$19,025,000)	(\$19,025,000)	(\$325,000)	(\$325,000)	(\$325,000)